



Ernie Fletcher
Governor

LaJuana S. Wilcher, Secretary
Environmental and Public
Protection Cabinet

Christopher L. Lilly
Commissioner
Department of Public Protection

Stephen G. Jenkins
Manager
Belfry Gas, Inc.
P. O. Box 155
Allen, KY 41601-0155

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Mark David Goss
Chairman

Teresa J. Hill
Vice Chairman

Gregory Coker
Commissioner

December 21, 2005

CERTIFICATE OF SERVICE

RE: Case No. 2005-00488
Belfry Gas, Inc.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 21, 2005.

A handwritten signature in black ink, appearing to read "Beth O'Donnell", written over a horizontal line.

Executive Director

BOD/jc
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	
ADJUSTMENT FILING OF BELFRY)	CASE NO. 2005-00488
GAS COMPANY, INC.)	

ORDER

On October 11, 1993, in Case No. 1993-00111, the Commission approved rates for Belfry Gas Company, Inc. ("Belfry") and provided for their further adjustment in accordance with Belfry's gas cost adjustment ("GCA") clause.¹

On December 1, 2005, Belfry filed its GCA to be effective January 1, 2006.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Belfry's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Belfry's notice sets out an expected gas cost ("EGC") of \$17.5335 per Mcf, which is an increase of \$7.8832 per Mcf from its prior EGC of \$9.6503.
3. Belfry's notice sets out a refund adjustment ("RA"). Belfry's notice sets out no total RA which is an increase of .06 cent per Mcf from its prior total RA.
4. Belfry's notice sets out a current quarter actual adjustment ("AA") of (.56) cent per Mcf. Belfry's total AA is (12.64) cents per Mcf, which is a decrease of .85 cent from its previous total AA.

¹ Case No. 1993-00111, Adjustment of Rates of Belfry Gas Company, Incorporated and for Authority to Incur Additional Indebtedness.

5. Belfry's notice sets out no balance adjustment.

6. Belfry's GCA is \$17.4071 per Mcf, which is an increase of \$7.8753 per Mcf from its previous rate of \$9.5318.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Belfry on and after January 1, 2006.

IT IS THEREFORE ORDERED that:

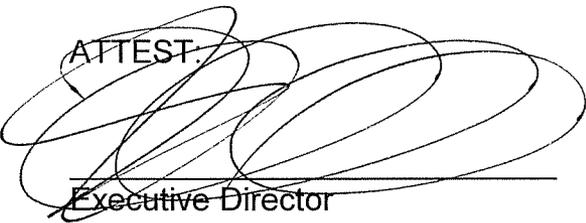
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after January 1, 2006.

2. Within 20 days of the date of this Order, Belfry shall file with this Commission its revised tariff sheets setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 21st day of December, 2005.

By the Commission

ATTEST.


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2005-00488 DATED December 21, 2005.

The following rates and charges are prescribed for the customers served by Belfry Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RETAIL RATES:

Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$17.4071	\$ 21.6738
Over 1,000 cubic feet	\$2.7182	\$17.4071	\$ 20.1253